

**GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA**

UNSTARRED QUESTION NO:3313

ANSWERED ON:19.08.2004

TAX LEVIED ON PETROL AND DIESEL BY STATE GOVERNMENTS

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Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

- (a) whether besides Central taxes the State Governments have also levied taxes on petrol and diesel;
- (b) if so, the norms and rates of taxes levied on petrol and diesel in each of the States during the years 2003-04 and 2004-05; and
- (c) the average annual requirement of petrol and diesel in each State ?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS AND PANCHAYATI RAJ (SHRI MANI SHANKAR AIYAR)

(a)Yes, Sir.

(b)The sales tax and other levies imposed by various State Governments are broadly categorised into two categories, namely, recoverable and irrecoverable taxes/levies. The levies which are included in retail selling price, i.e., effect of which is borne by the consumers are recoverable taxes, whereas those absorbed by oil companies without directly passing on the same to the end-consumers are irrecoverable taxes. The details about the rates of sales tax and other levies imposed by various States, which were applicable as on 1st April, 2003 and 1st April, 2004 are given in Annex-I and Annex-II respectively.

(c)The details of sales by the public sector oil marketing companies of petrol and diesel in various States for the year 2003-04 are at Annex-III.